



Health Services
LOS ANGELES COUNTY

Los Angeles County
Board of Supervisors

November 15, 2007

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First District

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TO: Each Supervisor

FROM: Bruce A. Chernof, M.D.
Director and Chief Medical Officer

SUBJECT: **PATIENT ACCOUNT COMPROMISE REPORT -
FIRST QUARTER FISCAL YEAR (FY) 2007 - 2008**

Bruce A. Chernof, MD
Director and Chief Medical Officer

John R. Cochran III
Chief Deputy Director

Robert G. Splawn, MD
Senior Medical Director

Attached is DHS' quarterly report of approved account compromises which shows the liability reduced and the reasons for such reductions. For the first quarter covering July 1, 2007 through September 30, 2007, total liability reductions were approximately \$1.87 million (32%) and corresponding approved compromise offers were approximately \$3.9 million (68%).

Since account compromise criteria and procedures have been established, and compromise requests have become routine, DHS intends to discontinue further submission of the quarterly account compromise report to the Board. However, DHS will continue to monitor all account compromises on a quarterly basis.

If you have questions or desire additional information, please let me know.

BAC:lg
(LUMARTNEZFVUT06COMPROMISEREPORTQ1MEMO.DOC)
611:004

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*To improve health
through leadership,
service and education*

Attachment

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors
Auditor-Controller
Treasurer Tax Collector



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COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES
APPROVED PATIENT ACCOUNT COMPROMISES

FISCAL YEAR 2007 - 2008

FIRST QUARTER

FACILITY	NUMBER OF ACCOUNTS	APPROVED OFFER OF COMPROMISE LIABILITY	APPROVED TOTAL	REASON(S) FOR COMPROMISE
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SOUTHWEST NETWORK			
Hospital	145	\$ 1,476,390	\$ 1,035,723
CHHC	0	\$ -	\$ -
TOTAL LAC+USC HEALTHCARE NETWORK			
145			
\$ 1,476,390			
\$ 1,035,723			

<p>Hospital</p> <p>(Five (5) accounts as the highest amounts that could be negotiated with the patients' insurance (Commercial or HMO) carrier, under the circumstances of the case, and receipt of such insurance proceeds prevent further collection from the patients, except for possible beneficiary coinsurance or deductible obligations.</p> <p>One (1) account as third-party claims settled.</p>	6	\$	152,257	\$	25,819
	0	\$	-	\$	-
	6	\$	152,257	\$	25,819
CHC/HC					
TOTAL SOUTHWEST NETWORK					
VALLEY CARE NETWORK					

Hospital	44	\$	155,650	\$	50,268	Forty-two (42) accounts as the highest amount with that could be negotiated with the patients' insurance (Commercial or HMO) carrier, under the circumstances as the case, and receipt of such insurance proceeds prevent further collection from the patients, except for possible beneficiary coinsurance or deductible obligations.
CHCHC	0	\$	-	\$	-	Two (2) accounts as amounts exceeded patients' current financial resources to pay.
TOTAL VALLEY CARE NETWORK	44	\$	155,650	\$	50,268	
COASTAL NETWORK						

ANTelope VALLEY				
TOTAL COASTAL NETWORK				
CHC/HC	127	\$	1,999,623	\$
	0	\$	-	\$
				638,323
				-
				Twenty-two (22) accounts as third-party claims settled.
				Fourteen (14) accounts as amounts exceeded patients' current financial resources to pay.
				Ninety-one (91) accounts as the highest amounts that could be negotiated with the patients' insurance (Commercial or HMO) carrier, under the circumstances of the case, and receipt of such insurance proceeds prevent further collection from the patients, except for possible beneficiary coinsurance or deductible obligations.
Hospital	127	\$	1,999,623	\$
				638,323

MACO				
CHCHC	0	\$	-	\$
TOTAL ANTELOPE VALLEY	0	\$	-	\$
RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER				

TOTAL RANCHO LOS AMIGOS NATIONAL REHABILITATION CENTER	4	\$ 123,808	\$ 122,800	One (1) account as the highest amount that could be negotiated with the patient's insurance (Commercial or HMO) carrier, under the circumstances of the case, and receipt of such insurance proceeds prevent further collection from the patient, except for possible beneficiary coinsurance or deductible obligations. Two (2) accounts as amounts exceeded patient's current financial resources to pay.
	4	\$ 123,808	\$ 122,800	One (1) account as third-party claims settled.

TOTAL FY 07-08 - 1ST QTR ALL FACILITIES		326	\$	3,804,828	\$	1,872,833	
COLLECTION RATIO FY 07-08 - 1ST QTR - ALL FACILITIES							
		68%					
COLLECTION RATIO FY 07-08 - ALL FACILITIES		68%					
COLLECTION RATIO FY 06-07 ALL FACILITIES		76%					